

NOTICE AS TO PROPOSED BUDGET

NOTICE IS HEREBY GIVEN, that a proposed budget has been submitted to the Board of Directors of the Orchard Mesa Sanitation District for the ensuing year of 2010. A copy of such proposed budget has been filed at the office of the Secretary of the District, Wm. Darryl Powell, 204 27-1/4 Road, Grand Junction, Colorado, where the same is open for public inspection. Said proposed budget will be considered at a regular meeting of the Board of Directors of the Orchard Mesa Sanitation District to be held within the District at 240 27-1/4 Road, Grand Junction, Colorado, on December 1, 2009, at 7:00 p.m. Any taxpayer within said District may, at any time prior to the final adoption of the budget file register their objections thereto at the aforementioned office of the Secretary at 240 27-1/4 Road, Grand Junction, Colorado.

Dated this 6th day of October, 2009
ORCHARD MESA SANITATION DISTRICT

By: Wm. Darryl Powell, Secretary

RESOLUTION TO ADOPT BUDGET

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND, AND ADOPTING A BUDGET FOR ORCHARD MESA SANITATION DISTRICT, MESA COUNTY, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY, 2010, AND ENDING ON THE LAST DAY OF DECEMBER 2010.

WHEREAS, the Board of Directors of Orchard Mesa Sanitation District has appointed Deborah Davis, District Manager and Leland Baker, Board Treasurer to prepare and submit a proposed budget to said governing body at the proper time; and

WHEREAS, Deborah Davis and Leland Baker submitted a proposed budget to this governing body on October 6, 2009, for its consideration; and

WHEREAS, upon due and proper notice, published or posted in accordance with the law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held on December 1, 2009, and interested taxpayers were given an opportunity to file or register any objections to said proposed budget; and

WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenue so that the budget remains in balance, as required by law.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of Orchard Mesa Sanitation District, Mesa County, Colorado, that the 2010 budget is as follows:

SEE ATTACHED BUDGET

FURTHER RESOLVED, that the budget as submitted, amended, and hereinabove summarized by fund, hereby is approved adopted as the budget of Orchard Mesa Sanitation District for the year stated above.

FURTHER RESOLVED, that the budget hereby approved and adopted shall be signed by the Chairman of the Board of Directors of said District and made a part of the public records of the District.

FURTHER RESOLVED, Designation of Ending Fund balances as Reserves, pursuant to Const. Colo. Article X, Section 20, if the same is applicable to this District, the December 31, 2009 ending fund balance of the General Fund, the exact amount to be determined as part of the audit of the December 31, 2009 financial statements, is designated a general reserve for future contingencies.

ADOPTED this 1st day of December 2009.

Chairman

ATTEST:

Secretary

RESOLUTION TO APPROPRIATE SUMS OF MONEY

A RESOLUTION APPROPRIATING SUMS OF MONEY TO THE GENERAL FUND IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH BELOW, FOR ORCHARD MESA SANITATION DISTRICT, MESA COUNTY, COLORADO, FOR THE 2010 BUDGET YEAR.

WHEREAS, the Board of Directors has adopted the annual budget in accordance with the Local Government Budget Law, on December 1, 2009; and

WHEREAS, the Board of Directors has made provision therein for revenues in an amount equal to or greater than the total proposed expenditures as set forth in said budget; and

WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below, so as not to impair the operations of the District.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF ORCHARD MESA SANITATION DISTRICT, MESA COUNTY, COLORADO;

Section 1. That the following sums are hereby appropriated from the revenue of each fund, to each fund for the purposes stated:

General Fund:

Current Operating Expense	\$ 1,060,115.00
Capital Outlay	808,600.00
Debt Service	65,250.00

ADOPTED this 1st day of December, 2009.

Chairman

ATTEST:

Secretary

RESOLUTION TO SET MILL LEVIES

A RESOLUTION LEVYING GENERAL PROPERTY TAXED FOR THE YEAR 2009, TO HELP DEFRAY THE COST OF GOVERNMENT FOR ORCHARD MESA SANITATION DISTRICT, MESA COUNTY, COLORADO, FOR THE 2010 BUDGET YEAR.

WHEREAS, the Board of Directors of Orchard Mesa Sanitation District has adopted the annual budget in accordance with the Local Government Budget Law, on December 1, 2009,

WHEREAS, the amount of money necessary to balance the budget for general operating purposes is \$ 1,060,115.00

WHEREAS, the amount of money necessary to balance the budget for bond and loan indebtedness and interest is \$65,250.00; and

WHEREAS, the amount of money necessary to balance the budget pursuant to Sections 29-1-301(1.2) and 29-1-302(1.5) for capital expenditures is \$ 808,600.00 and

WHEREAS, the 2006 valuation for assessment for Orchard Mesa Sanitation District, as certified by the County Assessor, is \$ 84,612,970.00;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF ORCHARD MESA SANITATION DISTRICT, MESA COUNTY, COLORADO:

SECTION 1. That for the purposes of meeting all general operation expenses of Orchard Mesa Sanitation District during the 2010 budget year, there is hereby levied a tax of .88 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2009.

SECTION 2. That for the purposes of meeting all bonds and interest of Orchard Mesa Sanitation District during the 2010 budget year, there is hereby levied a tax of 0 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2009.

SECTION 3. That for the purposes of meeting all the approved capital expenditures of the Orchard Mesa Sanitation District during the 2010 budget year, there is hereby levied a tax of 0 mills upon each dollar of the total valuation of assessment within the District for the year 2009.

SECTION 4. That the Chairman of the Board of Directors is hereby authorized and directed to certify to the County Commissioners of Mesa County, Colorado, the mill levies for Orchard Mesa Sanitation District as hereinabove determined and set.

ADOPTED this 1st day of December 2009.

Chairman

ATTEST:

Secretary

BUDGET MESSAGE

ORCHARD MESA SANITATION DISTRICT

The attached Budget of the Orchard Mesa Sanitation District contains the following features:

- 1.) The District maintains its books on a cash basis. No depreciation is included in the Budget.
- 2.) The District was formed for the purpose of constructing and operating sewer lines within the District. The District maintains its' own lines and currently services approximately 3,322 customers.
- 3.) The District requires developers to pay for the cost of construction of new lines to service new developments. Upon completion of construction, the lines are granted to the District for ownership, maintenance and operation.
- 4.) The District receives revenue from monthly service fees charged to each user, from charges assessed to properties lying outside the District boundaries but who receive sewer service from the District, from tap fees paid by new users, from a mill levy assessment of 1.050 mills and from interest income. The District will receive \$97,000.00 from the Persigo "201" funds managed by the City of Grand Junction. These funds are allocated as Unrestricted Capital Funds of \$43,400.00 and Restricted Capital Funds of \$53,600.00. The funds are being received as a direct result of a "IGA" with the City of Grand Junction. Estimated income for 2008 from these sources is \$832,000.00. The major cost to the District is payment to the City of Grand Junction for sewage treatment, and payment to a City controlled capital improvement fund. The District does not treat its' own sewage.
- 5.) The District employs two full time employees and retains outside legal counsel and engineering services.
- 6.) The District is currently working on developing capital projects has budgeted \$493,600.00 in 2008 for the project.
- 7.) The District has outstanding revenue bond debt in the principal amount of \$ 445,000.00. All debt is current and is being reduced in accordance with the provisions of the bonds.
- 8.) The Board has reviewed the Budget and has determined that it conforms to the requirements of State law that there are sufficient revenues and resources to meet budget expenditures.
- 9.) The District was released from all TABOR requirements by voter approval at the regular November 1995, election.